

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

SB 49 – HB 261

February 16, 2009

SUMMARY OF BILL: Removes provision for the state treasurer to collect 52 percent of the five percent commission collected by the county register for collecting recordation taxes and instead authorizes the county register to keep the entire five percent commission.

ESTIMATED FISCAL IMPACT:

Decrease State Revenue - \$4,095,000

Increase Local Revenue - \$4,095,000

Assumption:

- According to the Department of Revenue, recordation taxes are estimated to be \$157,700,000 in FY09-10. Five percent is \$7,875,000. Currently, counties are receiving 2.4 percent (\$3,780,000) and the state is receiving 2.6 percent (\$4,095,000). Authorizing the county register to keep the entire five percent commission will result in a decrease in state revenue of \$4,095,000 and an increase in local government revenue of \$4,095,000.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White".

James W. White, Executive Director

/kmc